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COUNTRY East Germany REPORT NO. [REDACTED]

TOPIC 1. Accounts of the Deputy for Economic Affairs as of 30 April 1953.
2. Major General Allenstein Appointed Chief of Rear Services.

EVALUATION [REDACTED] 25X1X PLACE OBTAINED [REDACTED] 25X1A

DATE OF CONTENT [REDACTED] 25X1A

DATE OBTAINED [REDACTED] DATE PREPARED 3 July 1953

REFERENCES _____

PAGES 2 ENCLOSURES (NO. & TYPE) _____

REMARKS _____

SOURCE [REDACTED] 25X1X

25X1C 1. [REDACTED] the balance sheet showing funds spent on individual projects of the three services between 1 January and 30 April 1953, which was made out at the Office of the Deputy for Economic Affairs, listed for the KVP the following funds spent for individual installations:

<u>Installation</u>	<u>Eastmarks</u>
Baerenstein	366,800
Berlin II	12,300
Biesdorf, officers' billets	385,300
Boitzenburg, recreation home	8,000
Burg	200,000
Bad Saarow, hospital	1,031,700
Eggesin, northeastern area	38,767,700
Dresden, August Bebel Strasse	48,700
Dobrilugk	4,000
Erkner	17,100
Frankenberg	20,400
Fuenfeichen	116,600
Gera	5,500
Glinka Strasse, Ministry of the Interior	92,000
Gloewen	5,000
Elbe, Neubrandenburg, Bauunion Wismar	1,238,500
Erfurt	300,000
Granses	153,300
Grossenhain	10,300
Halle	36,900
Hohenstuecken	9,500
Leipzig III, Soviet Army	70,000
Muehlhausen	82,700
Niederlehme	197,100
Oranienburg, castle	68,000
Priemr Wald	199,500
Prora, billets, Bauunion Kueste, Stralsund	5,979,500
Rathenow	61,300
Schwerin	94,600
Spinne	284,900
Seeblick, Prora recreation home	2,500

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Sternbuchholz	34,200
Torgau	17,300
Treuenbrietzen	18,700
Oranienburg I	183,400
Oranienburg, vulcanizing plant	95,900
Schneller Strasse, Ministry of the Interior	10,800
Weissenfels	261,500
Zeithain	22,800

Funds spent for KVP construction projects by 30 April 1953 totalled about 50,000,000 eastmarks. Funds budgeted for 1953 were allegedly estimated at 79,000,000 eastmarks, but were believed to be absolutely insufficient.¹

2. On 15 May 1953, Major General Allenstein-Walter, was appointed chief of rear services. Major General Heinrich Heitsch, was allegedly reassigned to a field unit. Colonel Reinhold , became chief of the finance administration.²

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1. Comment. Except for the Erkener project the military construction projects listed in the present report are known.

2. Comment. A previous report by another source also mentioned that Major General Walter Allenstein was appointed chief of rear services and Major General Heitsch was reassigned to a field unit. Colonel Reinhold was Allenstein's deputy at the finance administration after July 1953.

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